

181.854 Bridge revenue bonds.

- (1) The commission is authorized to provide by resolution, at one (1) time or from time to time, for the issuance of bridge revenue bonds of the city for the purpose of paying all or any part of the cost of any one (1) or more bridges. The principal of and the interest on the bonds shall be payable solely from the funds provided for the payment. The bonds of each issue shall be dated, shall bear interest at a rate or rates or method of determining rates, shall mature at such time or times not exceeding forty (40) years from their date or dates, as may be determined by the commission, and may be made redeemable before maturity, at the option of the commission, at a price or prices and under terms and conditions as may be fixed by the commission prior to the issuance of the bonds. The commission shall determine the form of the bonds, including any interest coupons to be attached to the bonds, and shall fix the denomination or denominations of the bonds and the place or places of payment of principal and interest, which may be at any bank or trust company within or without the Commonwealth. The bonds shall be signed by the chairman of the commission or shall bear his facsimile signature, and the seal of the commission or a facsimile shall be affixed to the bonds and attested by the secretary-treasurer of the commission, and any coupons attached to the bonds shall bear the facsimile signature of the chairman. In case any officer whose signature or a facsimile of whose signature shall appear on any bonds or coupons shall cease to be an officer before the delivery of the bonds, the signature or facsimile shall nevertheless be valid and sufficient for all purposes the same as if he had remained in office until the delivery. All bonds issued under the provisions of KRS 181.850 to 181.869 shall have and are declared to have all the qualities and incidents of negotiable instruments under the negotiable instruments law of the Commonwealth. The bonds may be issued in coupon or in registered form, or both, as the commission may determine, and provision may be made for the registration of any coupon bonds as to principal alone and also as to both principal and interest, and for the reconversion into coupon bonds of any bonds registered as to both principal and interest. The commission may sell the bonds upon the basis of public competition after advertisement in a manner as it may determine to be desirable, upon terms of not less than par and accrued interest to date of delivery.
- (2) The proceeds of the bonds of each issue shall be used solely for the payment of the cost of the bridge or bridges for which the bonds shall have been issued, and shall be disbursed in a manner and under the restrictions, if any, as the commission may provide in the resolution authorizing the issuance of the bonds or in the trust agreement securing the bonds. If the proceeds of the bonds of any issue, by error of estimates or otherwise, shall be less than the cost, additional bonds may be issued to provide the amount of the deficit, and, unless otherwise provided in the resolution authorizing the issuance of the bonds or in the trust agreement securing the bonds, shall be deemed to be of the same issue and shall be entitled to payment from the same fund without preference or priority of the bonds first issued. If the proceeds of the bonds of any issue shall exceed the cost, the surplus shall be deposited to the credit of the sinking fund for the bonds.

- (3) Prior to the preparation of definitive bonds, the commission may, under like restrictions, issue interim receipts or temporary bonds, with or without coupons, exchangeable for definitive bonds which bonds shall have been executed and are available for delivery. The commission may also provide for the replacement of any bonds which shall become mutilated or shall be destroyed or lost. Bonds may be issued under the provisions of KRS 181.850 to 181.869 without obtaining the consent of any department, division, commission, board, bureau, or agency of the Commonwealth or of the city, and without any other proceedings or the happening of any other conditions or things than those proceedings, conditions, or things which are specifically required by KRS 181.850 to 181.869.

Effective: July 15, 1996

History: Amended 1996 Ky. Acts ch. 274, sec. 42, effective July 15, 1996. -- Created 1952 Ky. Acts ch. 189, sec. 5, effective June 19, 1952.